

**MORTGAGE BROKER SERVICES
IRREVOCABLE DOCUMENTARY
LETTER OF CREDIT LANGUAGE**

We hereby issue this documentary Letter of Credit in your favor which is available against beneficiary's draft at sight drawn on _____ bearing the clause "Drawn under documentary Letter of Credit Number _____ accompanied by the following document:

(1) Beneficiary's signed statement addressed to the applicant, stating: "(name of mortgage broker) has failed to comply with the South Carolina Licensing Requirements Act of Certain Loan Brokers of Mortgages on Residential Real Property Act, S.C. Code Section 40-58-10 et seq or has failed to provide contracted for mortgage broker services to customers as determined by the Administrator after notice and opportunity for hearing. We are therefore entitled to the sum of \$_____ drawn under Letter of Credit _____.

(2) Beneficiary's signed statement addressed to the applicant stating that (name of mortgage broker) has not replaced this Letter of Credit _____ with another Letter of Credit or other evidence of financial responsibility acceptable to the administrator within 45 days of the expiration date of the credit, and we are therefore entitled to the sum of \$_____ drawn under Letter of Credit _____.

NOTE: This is the language that must be included in the Letter of Credit Form used by your bank. This language outlines the conditions under which the Department could draw on your Letter of Credit.